



General Assembly

February Session, 2006

**Substitute Bill No. 5715**

\* \_\_\_\_\_ HB05715TRAF IN031306 \_\_\_\_\_ \*

**AN ACT CONCERNING STATE-WIDE TRANSPORTATION  
IMPROVEMENTS.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (b) of section 4-65a of the general statutes is  
2 repealed and the following is substituted in lieu thereof (*Effective from*  
3 *passage*):

4 (b) There shall be such undersecretaries as may be necessary for the  
5 efficient conduct of the business of the office. Each such undersecretary  
6 shall be appointed by the secretary and shall be qualified and  
7 experienced in the functions to be performed by him. The positions of  
8 each such undersecretary shall be exempt from the classified  
9 service. One such undersecretary shall be the Undersecretary of Transit  
10 and Growth, whose duties shall be as provided in chapter 242a.

11 Sec. 2. Section 13b-57e of the general statutes is repealed and the  
12 following is substituted in lieu thereof (*Effective from passage*):

13 (a) There is established the Connecticut Transportation Strategy  
14 Board, the members of which shall be appointed as follows:

15 (1) Five members from the private sector who have expertise in  
16 transportation, business, finance or law as follows: (A) The Governor  
17 shall appoint one member, who shall be the chairperson, and whose

18 first term shall expire on June 30, 2005, (B) the president pro tempore  
19 of the Senate shall appoint one member whose first term shall expire  
20 on June 30, 2004, (C) the speaker of the House of Representatives shall  
21 appoint one member whose first term shall expire on June 30, 2003, (D)  
22 the minority leader of the Senate shall appoint one member whose first  
23 term shall expire on June 30, 2003, and (E) the minority leader of the  
24 House of Representatives shall appoint one member whose first term  
25 shall expire on June 30, 2002;

26 (2) One member from each TIA, for which position the chairpersons  
27 of the board of the local planning agencies in such TIA, after  
28 consulting with the participants in such TIA, shall nominate, for  
29 consideration by the appointing authority, three individuals who live  
30 in such TIA and who have significant experience in and knowledge of  
31 local, regional and state governmental processes, including at least one  
32 chief elected official in a town in such TIA, and who shall be appointed  
33 as follows: (A) The chairpersons of the joint standing committee of the  
34 General Assembly having cognizance of matters relating to  
35 transportation shall appoint one member from the southeast corridor  
36 TIA, whose first term shall expire on June 30, 2002, (B) the president  
37 pro tempore of the Senate shall appoint one member from the I-91  
38 corridor TIA, whose first term shall expire on June 30, 2003, (C) the  
39 speaker of the House of Representatives shall appoint one member  
40 from the coastal corridor TIA, whose first term shall expire on June 30,  
41 2004, (D) the majority leader of the Senate shall appoint one member  
42 from the I-395 corridor TIA, whose first term shall expire on June 30,  
43 2005, and (E) the majority leader of the House of Representatives shall  
44 appoint one member from the I-84 corridor TIA, whose first term shall  
45 expire on June 30, 2005; and

46 (3) The Commissioners of Transportation, Environmental  
47 Protection, Economic and Community Development and Public Safety,  
48 [and] the Secretary of the Office of Policy and Management and the  
49 Undersecretary of Transit and Growth within the Office of Policy and  
50 Management.

51 (b) Upon the expiration of the term of a member of the board who is  
52 appointed as provided in subdivision (1) or (2) of subsection (a) of this  
53 section, each subsequent appointee to the board shall serve for a term  
54 of four years. No person shall serve as a member of the board for more  
55 than two consecutive terms. A vacancy in the position of an appointed  
56 board member shall be filled by the appointing authority for the  
57 remainder of the term.

58 (c) The board may establish such subcommittees as it deems  
59 appropriate and appoint the members of such subcommittees from  
60 among its members. Ten members of the board shall be present to  
61 constitute a quorum.

62 (d) The members of the board shall not be compensated for their  
63 service as members of the board.

64 (e) The board may issue guidelines for coordination and  
65 organization to the TIAs. These guidelines shall not constitute  
66 regulations, as defined in subdivision (13) of section 4-166.

67 (f) (1) The Undersecretary of Transit and Growth within the Office  
68 of Policy and Management, appointed pursuant to section 4-65a, as  
69 amended by this act, shall be the executive director of the board and  
70 shall be responsible for the work of the board, including overseeing the  
71 implementation of board initiatives. Said undersecretary shall consult  
72 with the agencies represented on the board pursuant to subsection (a)  
73 of this section when performing his or her duties but shall report to the  
74 Secretary of the Office of Policy and Management. Said undersecretary  
75 shall make recommendations to the board and to said secretary that  
76 (A) foster regional commuter and freight initiatives with neighboring  
77 Northeastern states, and (B) identify potential public-private  
78 partnerships with regard to Transportation Strategy Board projects, as  
79 defined in section 13b-57h, as amended by this act.

80 (2) The Department of Transportation, the Office of Policy and  
81 Management and the Department of Economic and Community

82 Development shall provide staff assistance to the board, at the  
83 direction of the Undersecretary of Transit and Growth. Within  
84 available appropriations, the board may hire consultants with  
85 approval by the undersecretary, in consultation with the Secretary of  
86 the Office of Policy and Management and such consultants shall be  
87 procured through the Department of Transportation.

88 (g) The Transportation Strategy Board is a public agency, as defined  
89 in section 1-200, for purposes of the Freedom of Information Act, and  
90 is a quasi-public agency, as defined in section 1-79, as amended, for  
91 purposes of chapter 10.

92 Sec. 3. Subsection (k) of section 13b-57g of the general statutes is  
93 repealed and the following is substituted in lieu thereof (*Effective from*  
94 *passage*):

95 (k) The [board shall] Undersecretary of Transit and Growth shall,  
96 after consultation with the board, submit the following reports, in  
97 accordance with section 11-4a, to the Governor and the joint standing  
98 committees of the General Assembly having cognizance of matters  
99 relating to transportation and finance, revenue and bonding: (1) Not  
100 later than January 15, 2002, an initial strategy and preliminary  
101 projections of the cost necessary to implement the strategy over the  
102 first ten years, which shall be subject to approval by the General  
103 Assembly; (2) on June 30, 2002, and each December thirty-first and  
104 June thirtieth thereafter, a status report on the implementation of and  
105 any needed revisions to the strategy and the quarterly report provided  
106 by the Department of Economic and Community Development,  
107 pursuant to subsection (b) of section 32-6k; and (3) on December 15,  
108 2002, and every two years thereafter, an update or revision of the  
109 strategy, if necessary, which shall be subject to approval by the General  
110 Assembly, and a report on implementation of the strategy.

111 Sec. 4. Section 13b-57h of the general statutes is repealed and the  
112 following is substituted in lieu thereof (*Effective from passage*):

113 (a) The General Assembly approves the principles set forth in  
114 section I of the report specified in subdivision (4) of subsection (a) of  
115 section 13b-57d, provided no funds from the Transportation Strategy  
116 Board projects account, established under section 13b-57r, as amended,  
117 shall be authorized for any transportation project except those  
118 specified in subsection (b) of this section, provided nothing in this  
119 subsection shall preclude any TSB project from being funded, in whole  
120 or in part, by other state or federal funds. Funds authorized for any  
121 TSB project shall be used only for said project. TSB projects shall be  
122 funded from funds authorized for the Transportation Strategy Board  
123 only to the extent such funding is not provided from other funds in the  
124 Special Transportation Fund or the Infrastructure Improvement Fund  
125 created by the senior indenture for special tax obligation bonds.

126 (b) The following TSB projects shall be ~~[completed]~~ initiated by the  
127 Department of Transportation, in consultation with the TSB and the  
128 Undersecretary of Transit and Growth, not later than ten years from  
129 the effective date of this section:

130 (1) In the Coastal Corridor TIA, as defined in section 13b-57d:

131 (A) Acquire rolling rail stock, as deemed appropriate by the board,  
132 sufficient to add no fewer than two thousand seats for the Metro  
133 North-New Haven Line for use in both interstate and intrastate  
134 service. All payments received by the state pursuant to any agreement  
135 entered into in accordance with subsection (h) of section 13b-34, as  
136 amended, involving rolling rail stock used on the Metro North-New  
137 Haven Line shall be used exclusively for refurbishing rolling rail stock  
138 on and other capital improvements to the Metro North-New Haven  
139 Line;

140 (B) Construct or expand stations at Bridgeport, New Haven and  
141 Stamford that can accommodate rail service and one or more other  
142 modes of transportation and have:

143 (i) Facilities for one thousand or more parking spaces;

- 144 (ii) Connections to bus and other transit systems;
- 145 (iii) Opportunity for community revitalization;
- 146 (iv) Opportunity for transit oriented development;
- 147 (v) Ease of auto, bus, bicycle and pedestrian access to the station  
148 facility;
- 149 (vi) Potential to attract sufficient riders to support additional  
150 express trains;
- 151 (vii) Operation under control of the state; and
- 152 (viii) Feeder bus services for passenger rail service;
- 153 (C) Facilitate use of the Long Island Sound Waterway for passenger  
154 and freight movement, including, but not limited to, bulkheading and  
155 dredging, upon removal of prohibitions imposed by federal law,  
156 expanding passenger facilities, including facilities at the Bridgeport  
157 Intermodal Facility, to support high speed ferry service; and
- 158 (2) In the I-84 Corridor TIA, as defined in section 13b-57d:
- 159 (A) Establish express bus services from New Haven to Bradley  
160 International Airport;
- 161 (B) Complete the New Britain to Hartford busway and establish  
162 other bus rapid transit or light rail service in Hartford and  
163 surrounding towns; and
- 164 (C) Expand rail passenger service on the Norwalk to Danbury-New  
165 Milford Branch Line to assist commuter movement on Route 7 and I-  
166 95; and
- 167 (3) In the I-91 Corridor TIA, as defined in section 13b-57d:
- 168 (A) Upgrade or construct maintenance facilities and parking  
169 facilities and upgrade feeder bus services for passenger rail service,

170 particularly along the Metro North-New Haven Line; and

171 (B) Establish bus service or commuter rail service, as determined in  
172 the Hartford-Springfield-New Haven Implementation Study  
173 conducted by the department, that runs through New Haven, Hartford  
174 and Springfield, with a connection to Bradley International Airport;  
175 and

176 (4) In the I-395 Corridor TIA, as defined in section 13b-57d:

177 (A) Establish rail freight service with connections to the port of New  
178 London;

179 (B) Expand the frequency of bus service, number of runs and  
180 connections within and outside of the region, particularly in and to  
181 Norwich and New London and acquire buses sufficient to add no  
182 fewer than two hundred seats; and

183 (C) Design and plan for traffic mitigation in southeastern  
184 Connecticut, including planning for the extension of Route 11 from its  
185 terminus in Salem to the I-95 and I-395 intersect, with appropriate  
186 greenway purchases made in accordance with section 13a-142e, as  
187 amended; and

188 (5) In the Southeast Corridor TIA, as defined in section 13b-57d:

189 (A) Acquire rolling rail stock for the Shoreline East Railroad Line  
190 sufficient to add no fewer than one thousand seats;

191 (B) Make operational improvements to highways that improve the  
192 flow of traffic on I-95 and I-395; and

193 (6) State-wide:

194 (A) Improve and target marketing by the department of the Deduct-  
195 a-Ride program to all eligible employers; [and]

196 (B) Continue funding the Jobs Access Program; and

197     (C) Implement such other Transportation Strategy Board projects, as  
198     directed by the Undersecretary of Transit and Growth, following  
199     consultation with the board.

200     (c) Any TSB project included in subsection (a) of this section  
201     requiring expenditures of more than one million dollars shall be  
202     accompanied by an economic development plan that specifies the  
203     projected economic development benefits of the transportation project  
204     to the TIA in which it is located and to the state and that provides for  
205     economic development projects that meet one or more of the following  
206     criteria:

207         (1) Are generated by the TSB project;

208         (2) Support the TSB project;

209         (3) Maximize the economic benefits of the TSB project; or

210         (4) Utilize the TSB project to maximize the economic benefits of such  
211     economic development projects.

212     An economic development plan shall not be required for any TSB  
213     project whose sole purpose is public safety.

214     (d) On or before January 1, 2007, and annually thereafter, the  
215     Undersecretary of Transit and Growth, after consultation with the  
216     board, shall submit a report to the Governor and to the joint standing  
217     committees of the General Assembly having cognizance of matters  
218     relating to finance, revenue and bonding, transportation and planning  
219     and development, in accordance with the provisions of section 11-4a,  
220     on the implementation status of the TSB projects specified in this  
221     section. Such report shall include recommended revisions to such  
222     projects, an explanation of any obstacles to completing such projects  
223     and the anticipated advantages or disadvantages of completing such  
224     projects. Upon receipt of such report, said committees shall hold a joint  
225     public hearing for purposes of the evaluation and consideration of the  
226     progress or lack of progress of said TSB projects, which public hearing



227 the undersecretary and the Commissioners of Transportation,  
228 Environmental Protection, Economic and Community Development  
229 and Public Safety and the Secretary of the Office of Policy and  
230 Management shall attend.

231 Sec. 5. Section 13b-57i of the 2006 supplement to the general statutes  
232 is repealed and the following is substituted in lieu thereof (*Effective*  
233 *from passage*):

234 (a) The Undersecretary of Transit and Growth and the board shall  
235 coordinate preparation of a performance report on the TSB projects  
236 specified in section 13b-57h, as amended by this act, that require  
237 accompanying economic development plans. For the purposes of this  
238 section, a project undertaken as part of the New Haven Line  
239 revitalization program defined in section 13b-78k is not a TSB project.

240 (b) [The] Said undersecretary and the board, in consultation with  
241 the Departments of Transportation and Economic and Community  
242 Development and the Office of Policy and Management, shall  
243 determine the format for the report. The report shall include, but not  
244 be limited to, the following: (1) A map delineating the boundaries of  
245 each TIA and identifying TSB projects and any economic development  
246 projects described in subsection (c) of section 13b-57h, as amended by  
247 this act; (2) a description of funding for, implementation status of and  
248 estimated completion date of each TSB project and any economic  
249 development projects described in subsection (c) of section 13b-57h, as  
250 amended by this act; (3) an explanation of how each economic  
251 development project described in subsection (c) of section 13b-57h, as  
252 amended by this act, meets one or more of the criteria in subdivisions  
253 (1) to (4) of subsection (c) of section 13b-57h, as amended by this act,  
254 with regard to one or more TSB projects; (4) a statement describing  
255 how each TSB project and each economic development project  
256 described in subsection (c) of section 13b-57h, as amended by this act,  
257 addresses the goals and objectives of the state plan of conservation and  
258 development prepared under chapter 297; (5) a description of the role  
259 of municipalities and regional planning agencies in planning and

260 implementing each TSB project and each economic development  
261 project described in subsection (c) of section 13b-57h, as amended by  
262 this act; (6) a description of the extent to which all of the TSB projects  
263 and economic development projects described in subsection (c) of  
264 section 13b-57h, as amended by this act, in each TIA address the  
265 transportation problems, needs or concerns of the TIA; and (7) an  
266 evaluation of how each TSB project and each economic development  
267 project described in subsection (c) of section 13b-57h, as amended by  
268 this act, addresses the transportation problems, needs or concerns of  
269 the TIA based on statistical measures which shall be developed jointly  
270 by the board and the Departments of Transportation and Economic  
271 and Community Development and the Office of Policy and  
272 Management.

273 (c) The report required under subsection (b) of this section shall be  
274 submitted, in accordance with the provisions of section 11-4a, not later  
275 than December 15, 2004, along with the report required on the same  
276 date under subdivision (3) of subsection (k) of section 13b-57g, as  
277 amended by this act, and thereafter along with said report as required  
278 under subdivision (3) of subsection (k) of section 13b-57g, as amended  
279 by this act, to the joint standing committees of the General Assembly  
280 having cognizance of matters relating to transportation, planning and  
281 development and finance, revenue and bonding. Not later than fifteen  
282 days after receipt of the December fifteenth report, the joint standing  
283 committees of the General Assembly having cognizance of matters  
284 relating to transportation and planning and development shall review  
285 the report and submit comments and recommendations to the bonding  
286 subcommittee of the joint standing committee of the General Assembly  
287 having cognizance of matters relating to finance, revenue and bonding.  
288 Not later than thirty days after receipt of the report, the joint standing  
289 committee of the General Assembly having cognizance of matters  
290 relating to finance, revenue and bonding shall conduct a public  
291 hearing on the report.

292 Sec. 6. Section 13b-57j of the general statutes is repealed and the

293 following is substituted in lieu thereof (*Effective from passage*):

294 (a) The [board] Undersecretary of Transit and Growth shall prepare  
295 an analysis, based on appropriate metrics, methodologies and  
296 standards, developed by the board or by any agency or other unit of  
297 government of the state, of the short-term and long-term effects of the  
298 initial strategy on: (1) The present and future transportation needs of  
299 the state for the movement of both people and goods; (2) economic  
300 development in the state; and (3) the environment, including air  
301 quality, wetlands, open space and energy consumption. Said analysis  
302 shall include the projected return on investment for each TSB project.  
303 [The] Said undersecretary and the board shall submit such analysis, in  
304 accordance with section 11-4a, to the Governor and to the joint  
305 standing committees of the General Assembly having cognizance of  
306 matters relating to transportation and finance, revenue and bonding  
307 along with the report due on December 15, 2004, pursuant to  
308 subdivision (3) of subsection (k) of section 13b-57g, as amended by this  
309 act.

310 (b) [The board] Said undersecretary shall monitor the planning and  
311 implementation of the TSB projects specified in section 13b-57h, as  
312 amended by this act, and shall report to the Governor and the General  
313 Assembly in accordance with subdivision (2) of subsection (k) of  
314 section 13b-57g, as amended by this act. Any recommended update or  
315 revision to any TSB project or to the strategy, including any project  
316 recommended as an addition to the strategy, included in the report  
317 due on December 15, 2004, and each report due every two years  
318 thereafter, pursuant to subdivision (3) of subsection (k) of section 13b-  
319 57g, as amended by this act, shall be accompanied by an analysis made  
320 in accordance with subsection (a) of this section.

321 Sec. 7. Section 13b-57q of the 2006 supplement to the general  
322 statutes is repealed and the following is substituted in lieu thereof  
323 (*Effective from passage*):

324 (a) On or before August first of each year, the Department of

325 Transportation, in consultation with the Secretary of the Office of  
326 Policy and Management, the Undersecretary of Transit and Growth,  
327 the State Treasurer and the Transportation Strategy Board, shall  
328 prepare a financing plan for the annual funding and financing of the  
329 projects and purposes described in section 13b-57h. Such annual  
330 financing plan shall be based upon the use of general obligation bonds  
331 as provided in section 8 of this act and revenue bonds as provided in  
332 section 9 of this act, to fund some or all project purposes, funding  
333 available or anticipated to be available in the Transportation Strategy  
334 Board projects account, as well as the use of any federal revenue,  
335 grants or other transportation-related financial assistance which may  
336 be available in such fiscal year. The annual financing plan shall include  
337 funding mandated by sections 13b-57s and 13b-57t. Upon the approval  
338 of such annual financing plan by the Governor, funding identified in  
339 the annual financing plan shall be paid within the fiscal year of such  
340 annual financing plan into the Transportation Strategy Board projects  
341 account, established under section 13b-57r, as amended, of the Special  
342 Transportation Fund and shall be available to fund those projects and  
343 purposes identified in such annual financing plan. Upon the approval  
344 by the Treasurer, the Secretary of the Office of Policy and Management  
345 and the Undersecretary of Transit and Growth of the portion of the  
346 annual financing plan relating to the use of bond proceeds to fund  
347 some or all of such projects and purposes, the amount identified in the  
348 annual financing plan to pay debt service and other expenditures  
349 related to the issuance of bonds to fund such projects and purposes  
350 shall be transferred from the Transportation Strategy Board project  
351 accounts during the fiscal year covered by such financing plan, and  
352 shall be available to pay debt service requirements, and the Treasurer  
353 shall proceed to issue the requisite amount of general obligation or  
354 revenue bonds, subject to any required approval of the State Bond  
355 Commission, to fund those projects and purposes identified in such  
356 annual financing plan to be funded by bond proceeds, and the  
357 Commissioner of Transportation shall direct the expenditure of such  
358 bond proceeds. The proceeds of any general obligation or revenue  
359 bonds issued to fund the projects and purposes described in section

360 13b-57h, as amended by this act, as those projects and purposes may  
361 be modified, less costs of issuance and the funding of required  
362 reserves, shall be deposited in said account and shall be available to  
363 fund those projects and purposes identified in such annual financing  
364 plan to be funded by the issuance of such bonds. Any such projects or  
365 purposes so financed are hereby found and determined to be in  
366 furtherance of one or more of the authorized purposes for the issuance  
367 of such bonds set forth in section 13b-57h, as amended by this act, or  
368 subsection (a) of section 8 of this act.

369 (b) In addition to the preparation of the annual financing plans, the  
370 Department of Transportation shall prepare a five-year financing plan  
371 that shall project for a period of five years the funds to be credited to  
372 the Transportation Strategy Board projects account, established under  
373 section 13b-57r, as amended, of the Special Transportation Fund, the  
374 anticipated use of cash funding, including funding mandated by  
375 sections 13b-57s and 13b-57t, and federal revenue, grants or other  
376 transportation related financial assistance to fund or finance the  
377 projects and purposes described in section 13b-57h. Such five-year  
378 financing plan shall be updated on or before August first of each year  
379 at the same time as the preparation of the annual financing plan and  
380 shall be provided by the Commissioner of Transportation to the  
381 Transportation Strategy Board, the State Treasurer, the Secretary of the  
382 Office of Policy and Management, the Undersecretary of Transit and  
383 Growth and the joint standing committees of the General Assembly  
384 having cognizance of matters relating to transportation and finance,  
385 revenue and bonding.

386 Sec. 8. (NEW) (*Effective from passage*) For the purpose of funding the  
387 projects and purposes described in section 13b-57h of the general  
388 statutes, as amended by this act, the State Treasurer is authorized and  
389 directed, subject to and in accordance with the provisions of section 3-  
390 20 of the general statutes, to issue bonds of the state from time to time  
391 in one or more series, for the purposes of funding the projects and  
392 purposes described in section 13b-57h of the general statutes, as

393 amended by this act, as those projects and purposes may be modified,  
 394 including, but not limited to, the costs of issuance and required  
 395 reserves which authorizations shall not exceed the following aggregate  
 396 amounts:

T1	Authorized Funding Amounts	
T2	Fiscal Year	Amount
T3	2008	\$ 100,000,000
T4	2009	\$ 100,000,000
T5	2010	\$ 100,000,000
T6	2011	\$ 100,000,000
T7	2012	\$ 100,000,000
T8	2013	\$ 100,000,000
T9	2014	\$ 100,000,000
T10	2015	\$ 100,000,000
T11	2016	\$ 100,000,000
T12	2017	\$ 100,000,000
T13	Total	\$1,000,000,000

397 Such projects and purposes shall be funded by the use of any  
 398 federal revenue, grants or other transportation related financial  
 399 assistance which may be available, including the issuance of revenue  
 400 bonds, as more particularly described in section 9 of this act.

401 Sec. 9. (NEW) (*Effective from passage*) (a) The State Bond Commission  
 402 may authorize the issuance of revenue bonds of the state in one or  
 403 more series and in principal amounts necessary or estimated to be  
 404 necessary for the purposes of section 13b-57h of the general statutes, as  
 405 amended by this act, and such additional amount of bonds required to  
 406 fund any debt service and reserve account in accordance with the  
 407 proceedings authorizing the bonds and the costs of issuance,  
 408 capitalized interest, if any, and the initial costs and expenses of the  
 409 administration account, provided, in computing the total amount of  
 410 bonds which may at any one time be outstanding, the principal  
 411 amount of any refunding bonds issued to refund bonds shall be  
 412 excluded. The General Assembly finds that it is an essential

413 governmental function to improve personal mobility and the  
414 movement of goods and freight within and through this state, to  
415 integrate transportation with economic, land use, environmental and  
416 quality of life issues, to integrate the state economy with regional,  
417 national and global economies and to provide an adequate and reliable  
418 flow of funding necessary for a quality multimodal transportation  
419 system, and further finds that the financing of traffic improvements is  
420 in the public interest, will achieve a public purpose of reducing overall  
421 costs due to traffic congestion and delays, and will thereby foster and  
422 promote economic growth, provide employment opportunities for the  
423 residents of the state and assist companies by reducing their overall  
424 costs of doing business in the state.

425 (b) Bonds issued pursuant to subsection (a) of this section shall be  
426 special obligations of the state and shall not be payable from or  
427 charged upon any funds other than the Transportation Strategy Board  
428 projects account in the Special Transportation Fund and revenues  
429 pledged to the payment thereof, nor shall the state or any political  
430 subdivision thereof be subject to any liability thereon other than from  
431 such sources. The issuance of revenue bonds under the provisions of  
432 this section, section 13b-57h of the general statutes, as amended by this  
433 act, and section 13b-57q of the general statutes, as amended by this act,  
434 shall not directly or indirectly or contingently obligate the state or any  
435 political subdivision thereof to levy or to pledge any form of taxation  
436 whatever therefor or to make any appropriation for their payment  
437 other than the appropriation set forth in this section. The bonds shall  
438 not constitute a charge, lien or encumbrance, legal or equitable, upon  
439 any property of the state or of any political subdivision thereof, except  
440 the Transportation Strategy Board projects account in the Special  
441 Transportation Fund and revenues pledged or otherwise encumbered  
442 under the provisions and for the purpose of said sections 13b-57h and  
443 13b-57q. The substance of this limitation shall be plainly stated on the  
444 face of each bond. Revenue bonds issued pursuant to said sections 13b-  
445 57h and 13b-57q shall not be subject to any statutory limitation on the  
446 indebtedness of the state and the bonds, when issued, shall not be

447 included in computing the aggregate indebtedness of the state in  
448 respect to, and to the extent of, any such limitation. As part of the  
449 contract of the state with the owners of the revenue bonds, all amounts  
450 necessary for the punctual payment of the debt service requirements  
451 with respect to the revenue bonds shall be deemed appropriated, but  
452 only from the sources pledged pursuant to this section, section 13b-57h  
453 of the general statutes, as amended by this act, and section 13b-57q of  
454 the general statutes, as amended by this act.

455 (c) The revenue bonds referred to in subsection (a) of this section  
456 may be executed and delivered at the time or times, shall be dated,  
457 shall bear interest at the rate or rates, shall mature at the time or times  
458 not exceeding twenty years from their date, have the rank or priority,  
459 be payable in the medium of payment, be issued in coupon or in  
460 registered form, or both, carry the registration and transfer privileges  
461 and be made redeemable before maturity at the price or prices and  
462 under the terms and conditions, all as may be provided by the State  
463 Bond Commission. With the exception of subsections (i) and (p) all  
464 provisions of section 3-20 of the general statutes, as amended, and the  
465 exercise of any right or power granted thereby which are not  
466 inconsistent with the provisions of this section, section 13b-57h of the  
467 general statutes, as amended by this act, and section 13b-57q of the  
468 general statutes, as amended by this act, are hereby adopted and may  
469 be invoked in respect to all revenue bonds authorized by the State  
470 Bond Commission pursuant to said sections. For the purposes of  
471 subsection (o) of said section 3-20, "bond act" includes said sections  
472 13b-57h and 13b-57q. None of the revenue bonds shall be authorized,  
473 except upon a finding by the State Bond Commission that there has  
474 been filed with it a request for authorization, which is signed by or on  
475 behalf of the State Treasurer and states the terms and conditions as  
476 said commission, in its discretion, may require.

477 (d) The principal of and interest on any bonds issued pursuant to  
478 this section, section 13b-57h of the general statutes, as amended by this  
479 act, and section 13b-57q of the general statutes, as amended by this act,



480 shall be secured by a pledge of the Transportation Strategy Board  
481 projects account in the Special Transportation Fund and any revenues,  
482 receipts, funds or moneys payable to the fund, including any federal  
483 grants or advances available for the fund, all as set forth in the  
484 proceedings authorizing the bonds pursuant to said sections 13b-57h  
485 and 13b-57q. Any pledge made by the state pursuant to said sections  
486 13b-57h and 13b-57q is a pledge within the meaning and for all  
487 purposes of title 42a of the general statutes and shall be valid and  
488 binding from the time when the pledge is made. Any revenues or other  
489 receipts, funds or moneys so pledged and thereafter received by the  
490 state shall be subject immediately to the lien of the pledge without any  
491 physical delivery thereof or further act. The lien of any pledge shall be  
492 valid and binding as against all parties having claims of any kind in  
493 tort, contract or otherwise against the state, irrespective of whether the  
494 parties have notice of the claims. Neither this section, section 13b-57h  
495 of the general statutes, as amended by this act, and section 13b-57q of  
496 the general statutes, as amended by this act, the resolution nor any  
497 other instrument by which a pledge is created need be recorded.

498 (e) Revenue bonds issued pursuant to this section, section 13b-57h  
499 of the general statutes, as amended by this act, and section 13b-57q of  
500 the general statutes, as amended by this act, are hereby made securities  
501 in which public officers and public bodies of the state and its political  
502 subdivisions, all insurance companies, credit unions, savings and loan  
503 associations, investment companies, banking associations, trust  
504 companies, executors, administrators, trustees and other fiduciaries  
505 and pension, profit-sharing and retirement funds may properly and  
506 legally invest funds, including capital in their control or belonging to  
507 them. The bonds are hereby made securities which may properly and  
508 legally be deposited with and received by any state or municipal  
509 officer or any agency or political subdivision of the state for any  
510 purpose for which the deposit of bonds or other obligations of the state  
511 is now or may hereafter be authorized by law.

512 (f) The proceedings under which bonds are authorized to be issued

513 may contain any or all of the following: (1) Provisions respecting  
514 custody of the proceeds from the sale of the bonds, including any  
515 requirement that the proceeds be deposited in the Transportation  
516 Strategy Board projects account in the Special Transportation Fund  
517 and held separate from, or not be commingled with, other funds of the  
518 state; (2) provisions for the investment and reinvestment of bond  
519 proceeds and after the disposition of any excess bond proceeds or  
520 investment earnings thereon; (3) provisions for the execution of  
521 reimbursement agreements or similar agreements in connection with  
522 credit facilities, including, but not necessarily limited to, letters of  
523 credit or policies of bond insurance, remarketing agreements and  
524 agreements for the purpose of moderating interest rate fluctuations,  
525 and of such other agreements entered into pursuant to section 3-20a of  
526 the general statutes; (4) provisions for the collection, custody,  
527 investment, reinvestment and use of the pledged revenues or other  
528 receipts, funds or moneys pledged therefor as provided in this section,  
529 section 13b-57h of the general statutes, as amended by this act, and  
530 13b-57q of the general statutes, as amended by this act; (5) provisions  
531 regarding the establishment and maintenance of reserves, sinking  
532 funds and any other funds and accounts of the Special Transportation  
533 Fund pursuant to said sections 13b-57h and 13b-57q and in the  
534 amounts and on the terms approved by the State Bond Commission in  
535 the amounts established by the State Bond Commission; (6) covenants  
536 for the establishment of pledged revenue coverage requirements for  
537 the bonds; (7) provisions for the issuance of additional bonds on a  
538 parity with bonds theretofore issued, including establishment of  
539 coverage requirements with respect thereto as provided in this  
540 subsection; (8) provisions regarding the rights and remedies available  
541 in case of a default to bondowners, noteowners or any trustee under  
542 any contract, loan agreement, document, instrument or trust  
543 indenture, including the right to appoint a trustee to represent their  
544 interests upon occurrence of an event of default, as defined in said  
545 proceedings, provided if any revenue bonds are secured by a trust  
546 indenture, the respective owners of the bonds shall have no authority,  
547 except as set forth in the trust indenture, to appoint a separate trustee

548 to represent them; (9) provisions for the payment of rebate amounts;  
549 and (10) provisions of covenants of like or different character from the  
550 foregoing which are consistent with this section, section 13b-57h of the  
551 general statutes, as amended by this act, and section 13b-57q of the  
552 general statutes, as amended by this act, and which the State Bond  
553 Commission determines in such proceedings are necessary, convenient  
554 or desirable in order to better secure the revenue bonds, or will tend to  
555 make the revenue bonds more marketable, and which are in the best  
556 interests of the state. Any provision which may be included in  
557 proceedings authorizing the issuance of bonds under this subsection  
558 may be included in an indenture of trust duly approved in accordance  
559 with said sections 13b-57h and 13b-57q, which secures the revenue  
560 bonds issued in anticipation thereof, and in such case the provision of  
561 the indenture shall be deemed to be a part of the proceedings as  
562 though they were expressly included therein.

563 (g) Whether or not any revenue bonds issued pursuant to this  
564 section, section 13b-57h of the general statutes, as amended by this act,  
565 and section 13b-57q of the general statutes, as amended by this act, are  
566 of the form and character to qualify as negotiable instruments under  
567 the terms of title 42a of the general statutes, the bonds are hereby made  
568 negotiable instruments within the meaning of and for all purposes of  
569 said title 42a, subject only to the provisions of the bonds.

570 (h) The state covenants with the purchasers and all subsequent  
571 owners and transferees of revenue bonds issued by the state pursuant  
572 to this section, section 13b-57h of the general statutes, as amended by  
573 this act, and section 13b-57q of the general statutes, as amended by this  
574 act, in consideration of the acceptance of and payment for the bonds,  
575 that the bonds shall be free at all times from taxes levied by any  
576 municipality or political subdivision or special district having taxing  
577 powers of the state, and the principal and interest of any bonds issued  
578 under the provisions of said sections 13b-57h and 13b-57q, their  
579 transfer and the income therefrom, including any profit on the sale or  
580 transfer thereof, shall at all times be exempt from any taxation by the

581 state of Connecticut or under its authority, except for estate or  
582 succession taxes. The State Treasurer is authorized to include this  
583 covenant of the state in any agreement with the owner of any bonds  
584 and in any credit facility or reimbursement agreement with respect to  
585 the bonds.

586 (i) The state further covenants with the purchasers and all  
587 subsequent owners and transferees of bonds issued by the state  
588 pursuant to this section, section 13b-57h of the general statutes, as  
589 amended by this act, and section 13b-57q of the general statutes, as  
590 amended by this act, in consideration of the acceptance of the payment  
591 of the bonds, until the bonds, together with the interest thereon, with  
592 interest on any unpaid installment of interest and all costs and  
593 expenses in connection with any action or proceeding on behalf of the  
594 owners, are fully met and discharged or unless expressly permitted or  
595 otherwise authorized by the terms of each contract and agreement  
596 made or entered into by or on behalf of the state with or for the benefit  
597 of such owners, that the state will cause the administrator to impose,  
598 charge, raise, levy, collect and apply the pledged revenues, receipts,  
599 funds or moneys pledged for the payment of debt service  
600 requirements in each year in which bonds are outstanding and further,  
601 that the state (1) will not limit or alter the duties imposed on the  
602 administrator, the State Treasurer and other officers of the state by the  
603 proceedings authorizing the issuance of bonds with respect to  
604 application of revenues, receipts, funds or moneys pledged for the  
605 payment of debt service requirements; (2) will not issue any bonds,  
606 notes or other evidences of indebtedness, other than the bonds, having  
607 any rights arising out of said sections 13b-57h and 13b-57q or secured  
608 by any pledge of or other lien or charge on the pledged revenues or  
609 other receipts, funds or moneys pledged for the payment of debt  
610 service requirements; (3) will not create or cause to be created any lien  
611 or charge on the pledged amounts, other than a lien or pledge created  
612 thereon pursuant to said sections 13b-57h and 13b-57q, provided  
613 nothing in this subsection shall prevent the state from issuing  
614 evidences of indebtedness (A) which are secured by a pledge or lien

615 which is, and shall on the face thereof, be expressly subordinate and  
616 junior in all respects to every lien and pledge created by or pursuant to  
617 said sections 13b-57h and 13b-57q; or (B) which are secured by a  
618 pledge of or lien on moneys or funds derived on or after the date every  
619 pledge or lien thereon created by or pursuant to said sections 13b-57h  
620 and 13b-57q shall be discharged and satisfied; (4) will carry out and  
621 perform, or cause to be carried out and performed, each and every  
622 promise, covenant, agreement or contract made or entered into by the  
623 state or on its behalf with the owners of any bonds; (5) will not in any  
624 way impair the rights, exemptions or remedies of the owners; and (6)  
625 will not limit, modify, rescind, repeal or otherwise alter the rights or  
626 obligations of the appropriate officers of the state to impose, maintain,  
627 charge or collect the revenues or receipts constituting the pledged  
628 revenues as may be necessary to produce sufficient revenues to fulfill  
629 the terms of the proceedings authorizing the issuance of the bonds,  
630 including pledged revenue coverage requirements, and provided  
631 nothing in this subsection shall preclude the state from exercising its  
632 power, through a change in law, to limit, modify, rescind, repeal or  
633 otherwise alter the character of the pledged assessments or revenues or  
634 to substitute like or different sources of taxes, fees, charges or other  
635 receipts as pledged revenues if and when adequate provision shall be  
636 made by law for the protection of the holders of outstanding bonds  
637 pursuant to the proceedings under which the bonds are issued. The  
638 State Bond Commission is authorized to include this covenant of the  
639 state, as a contract of the state, in any agreement with the owner of any  
640 bonds and in any credit facility or reimbursement agreement with  
641 respect to the bonds.

642 (j) Pending the use and application of any bond proceeds, the  
643 proceeds may be invested by, or at the direction of, the State Treasurer  
644 in obligations listed in section 3-20 of the general statutes.

645 (k) Any revenue bonds issued under the provisions of this section,  
646 section 13b-57h of the general statutes, as amended by this act, and  
647 section 13b-57q of the general statutes, as amended by this act, and at

any time outstanding may, at any time and from time to time, be refunded by the state by the issuance of its revenue refunding bonds in whatever amounts the State Bond Commission may deem necessary, but not to exceed an amount sufficient to refund the principal of the revenue bonds to be so refunded, to pay any unpaid interest thereon and any premiums and commissions necessary to be paid in connection therewith and to pay costs and expenses which the State Treasurer may deem necessary or advantageous in connection with the authorization, sale and issuance of refund bonds. Any such refunding may be effected whether the revenue bonds to be refunded shall have matured or shall thereafter mature. All revenue refunding bonds issued hereunder shall be payable solely from the Transportation Strategy Board projects account in the Special Transportation Fund and revenues or other receipts, funds or moneys out of which the revenue bonds to be refunded thereby are payable and shall be subject to and may be secured in accordance with the provisions of this section.

(l) The State Treasurer shall have power, out of any funds available therefor, to purchase revenue bonds issued pursuant to this section, section 13b-57h of the general statutes, as amended by this act, and section 13b-57q of the general statutes, as amended by this act. The State Treasurer may hold, pledge, cancel or resell the bonds, subject to and in accordance with agreements with bondholders.

Sec. 10. Section 12-587 of the 2006 supplement to the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

(a) As used in this chapter: (1) "Company" includes a corporation, partnership, limited partnership, limited liability company, limited liability partnership, association, individual or any fiduciary thereof; (2) "quarterly period" means a period of three calendar months commencing on the first day of January, April, July or October and ending on the last day of March, June, September or December, respectively; (3) "gross earnings" means all consideration received

681 from the first sale within this state of a petroleum product; (4)  
682 "petroleum products" means those products which contain or are  
683 made from petroleum or a petroleum derivative; (5) "first sale of  
684 petroleum products within this state" means the initial sale of a  
685 petroleum product delivered to a location in this state; (6) "export" or  
686 "exportation" means the conveyance of petroleum products from  
687 within this state to a location outside this state for the purpose of sale  
688 or use outside this state; and (7) "sale for exportation" means a sale of  
689 petroleum products to a purchaser which itself exports such products.

690 (b) (1) Except as otherwise provided in subdivision (2) of this  
691 subsection, any company which is engaged in the refining or  
692 distribution, or both, of petroleum products and which distributes  
693 such products in this state shall pay a quarterly tax on its gross  
694 earnings derived from the first sale of petroleum products within this  
695 state. Each company shall on or before the last day of the month next  
696 succeeding each quarterly period render to the commissioner a return  
697 on forms prescribed or furnished by the commissioner and signed by  
698 the person performing the duties of treasurer or an authorized agent or  
699 officer, including the amount of gross earnings derived from the first  
700 sale of petroleum products within this state for the quarterly period  
701 and such other facts as the commissioner may require for the purpose  
702 of making any computation required by this chapter. Except as  
703 otherwise provided in subdivision (3) of this subsection, the rate of tax  
704 shall be (A) five per cent with respect to calendar quarters prior to July  
705 1, 2005; (B) five and eight-tenths per cent with respect to calendar  
706 quarters commencing on or after July 1, 2005, and prior to July 1, 2006;  
707 (C) six and three-tenths per cent with respect to calendar quarters  
708 commencing on or after July 1, 2006, and prior to July 1, 2007; (D)  
709 seven and three-tenths per cent with respect to calendar quarters  
710 commencing on or after July 1, 2007, and prior to July 1, 2008; (E)  
711 [seven and one-half] eight and one-tenth per cent with respect to  
712 calendar quarters commencing on or after July 1, 2008, and prior to  
713 July 1, [2013; and (F)] 2009; (F) eight and [one-tenth] four-tenths per  
714 cent with respect to calendar quarters commencing on or after July 1,

715 [2013] 2009, and prior to July 1, 2010; (G) eight and six-tenths per cent  
716 with respect to calendar quarters commencing on or after July 1, 2010,  
717 and prior to July 1, 2011; (H) eight and nine-tenths per cent with  
718 respect to calendar quarters commencing on or after July 1, 2011, and  
719 prior to July 1, 2012; (I) nine and one-tenths per cent with respect to  
720 calendar quarters commencing on or after July 1, 2012, and prior to  
721 July 1, 2013; (J) ten and one-tenths per cent with respect to calendar  
722 quarters commencing on or after July 1, 2013, and prior to July 1, 2014;  
723 (K) ten and three-tenths per cent with respect to calendar quarters  
724 commencing on or after July 1, 2014, and prior to July 1, 2015; (L) ten  
725 and six-tenths per cent with respect to calendar quarters commencing  
726 on or after July 1, 2015, and prior to July 1, 2016; and (M) ten and eight-  
727 tenths per cent with respect to calendar quarters commencing on or  
728 after July 1, 2016.

729 (2) Gross earnings derived from the first sale of the following  
730 petroleum products within this state shall be exempt from tax: (A) Any  
731 petroleum products sold for exportation from this state for sale or use  
732 outside this state; (B) the product designated by the American Society  
733 for Testing and Materials as "Specification for Heating Oil D396-69",  
734 commonly known as number 2 heating oil, to be used exclusively for  
735 heating purposes or to be used in a commercial fishing vessel, which  
736 vessel qualifies for an exemption pursuant to section 12-412, as  
737 amended; (C) kerosene, commonly known as number 1 oil, to be used  
738 exclusively for heating purposes, provided delivery is of both number  
739 1 and number 2 oil, and via a truck with a metered delivery ticket to a  
740 residential dwelling or to a centrally metered system serving a group  
741 of residential dwellings; (D) the product identified as propane gas, to  
742 be used exclusively for heating purposes; (E) bunker fuel oil,  
743 intermediate fuel, marine diesel oil and marine gas oil to be used in  
744 any vessel having a displacement exceeding four thousand dead  
745 weight tons; (F) for any first sale occurring prior to July 1, 2008,  
746 propane gas to be used as a fuel for a motor vehicle; (G) for any first  
747 sale occurring on or after July 1, 2002, grade number 6 fuel oil, as  
748 defined in regulations adopted pursuant to section 16a-22c, to be used



749 exclusively by a company which, in accordance with census data  
750 contained in the Standard Industrial Classification Manual, United  
751 States Office of Management and Budget, 1987 edition, is included in  
752 code classifications 2000 to 3999, inclusive, or in Sector 31, 32 or 33 in  
753 the North American Industrial Classification System United States  
754 Manual, United States Office of Management and Budget, 1997 edition;  
755 (H) for any first sale occurring on or after July 1, 2002, number 2  
756 heating oil to be used exclusively in a vessel primarily engaged in  
757 interstate commerce, which vessel qualifies for an exemption under  
758 section 12-412, as amended; (I) for any first sale occurring on or after  
759 July 1, 2000, paraffin or microcrystalline waxes; or (J) for any first sale  
760 occurring prior to July 1, 2008, petroleum products to be used as a fuel  
761 for a fuel cell, as defined in subdivision (113) of section 12-412, as  
762 amended.

763 (3) The rate of tax on gross earnings derived from the first sale of  
764 grade number 6 fuel oil, as defined in regulations adopted pursuant to  
765 section 16a-22c, to be used exclusively by a company which, in  
766 accordance with census data contained in the Standard Industrial  
767 Classification Manual, United States Office of Management and  
768 Budget, 1987 edition, is included in code classifications 2000 to 3999,  
769 inclusive, or in Sector 31, 32 or 33 in the North American Industrial  
770 Classification System United States Manual, United States Office of  
771 Management and Budget, 1997 edition, or number 2 heating oil used  
772 exclusively in a vessel primarily engaged in interstate commerce,  
773 which vessel qualifies for an exemption under section 12-412, as  
774 amended, shall be: (A) Four per cent with respect to calendar quarters  
775 commencing on or after July 1, 1998, and prior to July 1, 1999; (B) three  
776 per cent with respect to calendar quarters commencing on or after July  
777 1, 1999, and prior to July 1, 2000; (C) two per cent with respect to  
778 calendar quarters commencing on or after July 1, 2000, and prior to  
779 July 1, 2001; and (D) one per cent with respect to calendar quarters  
780 commencing on or after July 1, 2001, and prior to July 1, 2002.

781 (c) (1) Any company which imports or causes to be imported into

782 this state petroleum products for sale, use or consumption in this state,  
783 other than a company subject to and having paid the tax on such  
784 company's gross earnings from first sales of petroleum products  
785 within this state, which earnings include gross earnings attributable to  
786 such imported or caused to be imported petroleum products, in  
787 accordance with subsection (b) of this section, shall pay a quarterly tax  
788 on the consideration given or contracted to be given for such  
789 petroleum product if the consideration given or contracted to be given  
790 for all such deliveries during the quarterly period for which such tax is  
791 to be paid exceeds three thousand dollars. Except as otherwise  
792 provided in subdivision (3) of this subsection, the rate of tax shall be  
793 (A) five per cent with respect to calendar quarters commencing prior to  
794 July 1, 2005; (B) five and eight-tenths per cent with respect to calendar  
795 quarters commencing on or after July 1, 2005, and prior to July 1, 2006;  
796 (C) six and three-tenths per cent with respect to calendar quarters  
797 commencing on or after July 1, 2006, and prior to July 1, 2007; (D)  
798 seven and three-tenths per cent with respect to calendar quarters  
799 commencing on or after July 1, 2007, and prior to July 1, 2008; (E)  
800 [seven and one-half] eight and one-tenth per cent with respect to  
801 calendar quarters commencing on or after July 1, 2008, and prior to  
802 July 1, [2013; and (F)] 2009; (F) eight and [one-tenth] four-tenths per  
803 cent with respect to calendar quarters commencing on or after July 1,  
804 [2013] 2009, and prior to July 1, 2010; (G) eight and six-tenths per cent  
805 with respect to calendar quarters commencing on or after July 1, 2010,  
806 and prior to July 1, 2011; (H) eight and nine-tenths per cent with  
807 respect to calendar quarters commencing on or after July 1, 2011, and  
808 prior to July 1, 2012; (I) nine and one-tenths per cent with respect to  
809 calendar quarters commencing on or after July 1, 2012, and prior to  
810 July 1, 2013; (J) ten and one-tenths per cent with respect to calendar  
811 quarters commencing on or after July 1, 2013, and prior to July 1, 2014;  
812 (K) ten and three-tenths per cent with respect to calendar quarters  
813 commencing on or after July 1, 2014, and prior to July 1, 2015; (L) ten  
814 and six-tenths per cent with respect to calendar quarters commencing  
815 on or after July 1, 2015, and prior to July 1, 2016; and (M) ten and eight-  
816 tenths per cent with respect to calendar quarters commencing on or

817 after July 1, 2016. Fuel in the fuel supply tanks of a motor vehicle,  
818 which fuel tanks are directly connected to the engine, shall not be  
819 considered a delivery for the purposes of this subsection.

820 (2) Consideration given or contracted to be given for petroleum  
821 products, gross earnings from the first sale of which are exempt from  
822 tax under subdivision (2) of subsection (b) of this section, shall be  
823 exempt from tax.

824 (3) The rate of tax on consideration given or contracted to be given  
825 for grade number 6 fuel oil, as defined in regulations adopted  
826 pursuant to section 16a-22c, to be used exclusively by a company  
827 which, in accordance with census data contained in the Standard  
828 Industrial Classification Manual, United States Office of Management  
829 and Budget, 1987 edition, is included in code classifications 2000 to  
830 3999, inclusive, or in Sector 31, 32 or 33 in the North American  
831 Industrial Classification System United States Manual, United States  
832 Office of Management and Budget, 1997 edition, or number 2 heating  
833 oil used exclusively in a vessel primarily engaged in interstate  
834 commerce, which vessel qualifies for an exemption under section 12-  
835 412, as amended, shall be: (A) Four per cent with respect to calendar  
836 quarters commencing on or after July 1, 1998, and prior to July 1, 1999;  
837 (B) three per cent with respect to calendar quarters commencing on or  
838 after July 1, 1999, and prior to July 1, 2000; (C) two per cent with  
839 respect to calendar quarters commencing on or after July 1, 2000, and  
840 prior to July 1, 2001; and (D) one per cent with respect to calendar  
841 quarters commencing on or after July 1, 2001, and prior to July 1, 2002.

842 (d) The amount of tax reported to be due on such return shall be  
843 due and payable on or before the last day of the month next  
844 succeeding the quarterly period. The tax imposed under the provisions  
845 of this chapter shall be in addition to any other tax imposed by this  
846 state on such company.

847 (e) For the purposes of this chapter, the gross earnings of any  
848 producer or refiner of petroleum products operating a service station

849 along the highways or interstate highways within the state pursuant to  
850 a contract with the Department of Transportation or operating a  
851 service station which is used as a training or test marketing center  
852 under the provisions of subsection (b) of section 14-344d, shall be  
853 calculated by multiplying the volume of petroleum products delivered  
854 by any producer or refiner to any such station by such producer's or  
855 refiner's dealer tank wagon price or dealer wholesale price in the area  
856 of the service station.

857 Sec. 11. Section 13b-61a of the 2006 supplement to the general  
858 statutes is repealed and the following is substituted in lieu thereof  
859 (*Effective from passage*):

860 (a) Notwithstanding the provisions of section 13b-61, as amended:  
861 (1) For calendar quarters ending on or after September 30, 1998, and  
862 prior to September 30, 1999, the Commissioner of Revenue Services  
863 shall deposit into the Special Transportation Fund established under  
864 section 13b-68 five million dollars of the amount of funds received by  
865 the state from the tax imposed under section 12-587, as amended by  
866 this act, on the gross earnings from the sales of petroleum products  
867 attributable to sales of motor vehicle fuel; (2) for calendar quarters  
868 ending September 30, 1999, and prior to September 30, 2000, the  
869 commissioner shall deposit into the Special Transportation Fund nine  
870 million dollars of the amount of such funds received by the state from  
871 the tax imposed under said section 12-587 on the gross earnings from  
872 the sales of petroleum products attributable to sales of motor vehicle  
873 fuel; (3) for calendar quarters ending September 30, 2000, and prior to  
874 September 30, 2002, the commissioner shall deposit into the Special  
875 Transportation Fund eleven million five hundred thousand dollars of  
876 the amount of such funds received by the state from the tax imposed  
877 under said section 12-587, on the gross earnings from the sales of  
878 petroleum products attributable to sales of motor vehicle fuel; (4) for  
879 the calendar quarters ending September 30, 2002, and prior to  
880 September 30, 2003, the commissioner shall deposit into the Special  
881 Transportation Fund, five million dollars of the amount of such funds

882 received by the state from the tax imposed under said section 12-587  
883 on the gross earnings from the sales of petroleum products attributable  
884 to sales of motor vehicle fuel; (5) for the calendar quarter ending  
885 September 30, 2003, and each calendar quarter thereafter, the  
886 commissioner shall deposit into the Special Transportation Fund, five  
887 million two hundred fifty thousand dollars of the amount of such  
888 funds received by the state from the tax imposed under said section 12-  
889 587 on the gross earnings from the sales of petroleum products  
890 attributable to sales of motor vehicle fuel; (6) for the calendar quarters  
891 ending September 30, 2005, and prior to September 30, 2006, the  
892 commissioner shall deposit into the Special Transportation Fund ten  
893 million eight hundred and seventy-five thousand dollars of the  
894 amount of such funds received by the state from the tax imposed  
895 under said section 12-587 on the gross earnings from the sales of  
896 petroleum products attributable to sales of motor vehicle fuel; (7) for  
897 the calendar quarters ending September 30, 2006, and prior to  
898 September 30, 2007, the commissioner shall deposit into the Special  
899 Transportation Fund fifteen million two hundred fifty thousand  
900 dollars of the amount of such funds received by the state from the tax  
901 imposed under said section 12-587 on the gross earnings from the sales  
902 of petroleum products attributable to sales of motor vehicle fuel; (8) for  
903 the calendar quarters ending September 30, 2007, and prior to  
904 September 30, 2008, the commissioner shall deposit into the Special  
905 Transportation Fund twenty-one million dollars of the amount of such  
906 funds received by the state from the tax imposed under said section 12-  
907 587 on the gross earnings from the sales of petroleum products  
908 attributable to sales of motor vehicle fuel; (9) for the calendar quarters  
909 ending September 30, 2008, and prior to September 30, 2013, the  
910 commissioner shall deposit into the Special Transportation Fund  
911 twenty-five million two hundred twenty-five thousand dollars of the  
912 amount of such funds received by the state from the tax imposed  
913 under said section 12-587 on the gross earnings from the sales of  
914 petroleum products attributable to sales of motor vehicle fuel; and (10)  
915 for the calendar quarters ending on and after September 30, 2013, the  
916 commissioner shall deposit into the Special Transportation Fund

917 twenty-nine million eight hundred fifty thousand dollars of the  
918 amount of such funds received by the state from the tax imposed  
919 under said section 12-587 on the gross earnings from the sales of  
920 petroleum products attributable to sales of motor vehicle fuel.

921 (b) For calendar quarters ending September 30, 2006, and each  
922 calendar quarter thereafter, the commissioner shall deposit into the  
923 Transportation Strategy Board projects account in the Special  
924 Transportation Fund, \_\_\_\_\_ dollars of the amount of such funds  
925 received by the state from the tax imposed in section 12-587, as  
926 amended by this act, on the gross earnings from the sales of petroleum  
927 products attributable to sales of motor vehicle fuel.

928 (c) On and after July 1, 2006, all moneys received or collected by the  
929 state or any officer thereof on account of, or derived from, section 12-  
930 458 in excess of the amounts deposited pursuant to subsections (a) and  
931 (b) of this section, shall be credited by the State Treasurer to the  
932 Transportation Strategy Board projects account in the Special  
933 Transportation Fund.

934 [(b)] (d) If in any calendar quarter receipts from the tax imposed  
935 under section 12-587, as amended by this act, are less than the total of  
936 (1) the amount required to be transferred pursuant to the Special  
937 Transportation Fund pursuant to subsection (a) of this section, [and]  
938 (2) the amount required to be transferred to the Transportation  
939 Strategy Board projects account in the Special Transportation Fund  
940 pursuant to subsection (b) of this section, and (3) any other transfers  
941 required by law, the commissioner shall certify to the Treasurer the  
942 amount of such shortfall. Upon receipt of such certification the  
943 Treasurer shall forthwith transfer an amount equal to such shortfall  
944 from the resources of the General Fund into the Special Transportation  
945 Fund or into the Transportation Strategy Board projects account in the  
946 Special Transportation Fund, as applicable.

947 Sec. 12. Subdivision (1) of subsection (b) of section 13b-61 of the 2006  
948 supplement to the general statutes is repealed and the following is

949 substituted in lieu thereof (*Effective from passage*):

950 (1) On and after July 1, 1984, all moneys received or collected by the  
951 state or any officer thereof on account of, or derived from, [sections 12-  
952 458 and] section 12-479, provided the State Comptroller is authorized  
953 to record as revenue to the General Fund for the fiscal year ending  
954 June 30, 1984, the amount of tax levied in accordance with said sections  
955 12-458 and 12-479, on all fuel sold or used prior to the end of said fiscal  
956 year and which tax is received no later than July 31, 1984;

957 Sec. 13. Subsection (a) of section 13b-69 of the general statutes is  
958 repealed and the following is substituted in lieu thereof (*Effective from*  
959 *passage*):

960 (a) The Treasurer shall apply the resources in the Special  
961 Transportation Fund, upon their receipt, first, to pay or provide for the  
962 payment of debt service requirements, as defined in section 13b-75, at  
963 such time or times, in such amount or amounts and in such manner, as  
964 provided by the proceedings authorizing the issuance of special tax  
965 obligation bonds pursuant to sections 13b-74 to 13b-77, inclusive, as  
966 amended, and then to pay from the Transportation Strategy Board  
967 projects account of the Special Transportation Fund, established under  
968 section 13b-57r, as amended, the incremental revenues identified in  
969 approved annual financing plans for cash funding in accordance with  
970 the provisions of section 13b-57q, as amended by this act.

971 Sec. 14. (NEW) (*Effective from passage*) (a) The Undersecretary of  
972 Transit and Growth shall prepare a state-wide build-out analysis to  
973 help refine the Transportation Strategy Board projects and to provide  
974 technical assistance and capacity building to municipalities and  
975 regional agencies to help such entities establish plans that comply with  
976 the state plan of conservation and development, as established in  
977 section 16a-24 of the general statutes. Such analysis shall be completed  
978 by January 1, 2007.

979 (b) The sum of \_\_\_\_ dollars is appropriated to the Office of Policy and

980 Management, from the Special Transportation Fund, for the fiscal year  
 981 ending June 30, 2007, for the Undersecretary of Transit and Growth to  
 982 acquire appropriate planning tools, including, but not limited to,  
 983 digital aerial photography and GIS mapping equipment, to complete  
 984 the build-out analysis required in subsection (a) of this section.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>from passage</i>	4-65a(b)
Sec. 2	<i>from passage</i>	13b-57e
Sec. 3	<i>from passage</i>	13b-57g(k)
Sec. 4	<i>from passage</i>	13b-57h
Sec. 5	<i>from passage</i>	13b-57i
Sec. 6	<i>from passage</i>	13b-57j
Sec. 7	<i>from passage</i>	13b-57q
Sec. 8	<i>from passage</i>	New section
Sec. 9	<i>from passage</i>	New section
Sec. 10	<i>from passage</i>	12-587
Sec. 11	<i>from passage</i>	13b-61a
Sec. 12	<i>from passage</i>	13b-61(b)(1)
Sec. 13	<i>from passage</i>	13b-69(a)
Sec. 14	<i>from passage</i>	New section

**TRA**      *Joint Favorable Subst. C/R*

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